

BEGIN - DECEMBER 31, 1958

30.24- 5697

A9WX (BLN BJT)
(650) AMS BUDGET
NIGHT LEAD BERLIN
BY WARREN ROGERS JR.

WASHINGTON, DEC. 31 (AP)-THE UNITED STATES, BRITAIN AND FRANCE CALLED RUSSIA'S HAND IN THE BERLIN CRISIS TODAY AND PROPOSED A BIG FOUR CONFERENCE TO TACKLE THE WHOLE GERMAN PROBLEM.

POLITE BUT FIRM NOTES, IDENTICAL IN SUBSTANCE THOUGH DIFFERENTLY WORDED, WERE DELIVERED TO THE KREMLIN BY AMBASSADORS OF THE WESTERN POWERS.

THEY SCORNEO SOVIET PREMIER NIKITA KHRUSHCHEV'S THANKSGIVING DAY THREAT TO TURN EAST BERLIN WITH ITS TRANSPORTATION CONTROL POINTS OVER TO THE EAST GERMAN COMMUNISTS BY THE END OF MAY. WHAT'S MORE, THEY WANTED THAT, IF HE TRIED TO DO SO, THE WESTERN POWERS MIGHT DEMAND RETURN OF ONE-THIRD OF EAST GERMANY CAPTURED BY THE WEST IN WORLD WAR II.

THE WESTERN NOTES LAID OUT A HISTORY LESSON FOR MOSCOW. THEY RECALLED THAT, WHEN HITLER'S ARMIES COLLAPSED, THE WESTERN ALLIES HELD ONE-THIRD OF WHAT SUBSEQUENTLY BECAME THE SOVIET ZONE OF OCCUPIED GERMANY. RUSSIA, WHEN HITLER FELL, WAS IN POSSESSION OF BERLIN.

THE BIG FOUR THEN AGREED TO A DEAL ON SEPT. 12, 1944 AND MAY 1, 1945. BERLIN WAS DIVIDED INTO THREE PARTS UNDER U. S., BRITISH AND SOVIET CONTROL. IN EXCHANGE, THE WESTERN ALLIES TURNED OVER TO RUSSIAN CONTROL LARGE PARTS OF THE STATES OF MECKLENBURG, SAXONY, THURINGIA AND ANHALT. LATER, THE UNITED STATES AND BRITAIN SHARED THEIR BERLIN ZONES WITH FRANCE.

KHRUSHCHEV TODAY SENT A NEW YEAR'S MESSAGE TO THE AMERICAN PEOPLE IN WHICH HE SAID, PERHAPS REFERRING TO BERLIN:

"THERE IS NO DISPUTED OR UNSETTLED ISSUE THAT COULD NOT BE SOLVED BY PEACEFUL MEANS PROVIDED, NATURALLY, ALL THE PARTIES CONCERNED GENUINELY DESIRE TO DO SO. ON OUR PART WE CAN SAY THAT WE DO HAVE SUCH DESIRE."

KHRUSHCHEV'S STATEMENT WAS MADE FOR THE MUTUAL BROADCASTING SYSTEM. IT WILL BE READ ON MUTUAL'S "WORLD TODAY" RADIO PROGRAM TOMORROW BY SOVIET AMBASSADOR MIKHAIL MENSHIKOV.

THE STATE DEPARTMENT HAD NO IMMEDIATE COMMENT ON KHRUSHCHEV'S STATEMENT BUT OFFICIALS APPEARED DELIGHTED THAT HE SEEMED TO BE SEEKING A GRACEFUL WAY OFF THE BERLIN LIMB.

TODAY'S U. S. NOTE EMPHASIZED THAT THE WESTERN POWERS ARE IN BERLIN AS VICTORS IN A WAR. IT THEN SAID:

"THE THREE WESTERN POWERS ARE THERE (IN BERLIN) AS OCCUPYING POWERS AND THEY ARE NOT PREPARED TO RELINQUISH THE RIGHTS WHICH THEY ACQUIRED THROUGH VICTORY, JUST AS THEY ASSUME THE SOVIET UNION IS NOT WILLING NOW TO RESTORE TO THE OCCUPANCY OF THE WESTERN POWERS THE POSITION WHICH THEY HAD WON IN MECKLENBURG, SAXONY, THURINGIA AND ANHALT AND WHICH, UNDER THE AGREEMENTS OF 1944 AND 1945, THEY TURNED OVER FOR OCCUPATION BY THE SOVIET UNION."

OTHERWISE THE U. S. NOTE CONTAINED NO SURPRISES. IT REAFFIRMED WHAT THE WESTERN BIG THREE HAVE BEEN SAYING EVER SINCE KHRUSHCHEV OUTLINED HIS PLAN TO MAKE BERLIN A "FREE CITY" WITHOUT MILITARY FORCES:

THE U. S. NOTE DECLARED:

1. RUSSIA IS LEGALLY COMMITTED TO ADMINISTER EAST BERLIN AND HAS NO LEGAL RIGHT TO TURN IT OVER TO "ITS PUPPET REGIME, THE SO-CALLED GERMAN DEMOCRATIC REPUBLIC."

2. RUSSIA IS RESPONSIBLE, UNDER SOLEMN AGREEMENTS OF 1944 AND 1945 AS WELL AS THE 1955 SUMMIT ACCORD AT GENEVA, TO GUARANTEE THE WEST'S ACCESS TO BERLIN, 110 MILES INSIDE EAST GERMANY.

3. RUSSIA'S CHARGE THAT THE WEST'S GARRISONS IN WEST BERLIN ARE DANGEROUS IS WHOLLY UNFOUNDED SINCE THE WEST HAS A MERE 10,000 TROOPS IN BERLIN, COMPARED WITH RUSSIA'S 350,000 IN EAST GERMANY AND EAST GERMANY'S 200,000.

4. THE WEST DEPLORES THE CONTINUING PARTITION OF GERMANY 13 YEARS AFTER THE WAR AND BELIEVES ONLY A PEACE TREATY CAN BRING AN END TO THIS SITUATION.

5. BERLIN'S FUTURE IS ONLY ONE ASPECT OF THE GERMAN PROBLEM, WHICH ALSO INCLUDES REUNIFICATION, EUROPEAN SECURITY AND A PEACE TREATY.

THE U. S. NOTE CALLED FOR A BIG FOUR CONFERENCE "TO DISCUSS THE QUESTION OF BERLIN IN THE WIDER FRAMEWORK OF NEGOTIATIONS FOR A SOLUTION OF THE GERMAN PROBLEM AS WELL AS THAT OF EUROPEAN SECURITY." IT REQUESTED A PROMPT SOVIET REPLY.

IT ALSO RECALLED THAT THE SAME PROPOSAL WAS PUT TO RUSSIA LAST SEPT. 30, AND NO REPLY HAS YET BEEN RECEIVED.

IN REJECTING KHRUSHCHEV'S PROPOSAL WITH ITS IMPLIED THREAT, THE WESTERN BIG THREE GAVE HIM A CHANCE TO BACK AWAY FROM IT. THE U. S. NOTE SAID:

"THE GOVERNMENT OF THE UNITED STATES COULD NOT EMBARK ON DISCUSSIONS WITH THE SOVIET UNION UPON THESE QUESTIONS UNDER MENACE OR ULTIMATUM."

"HENCE, IT IS ASSUMED THAT THIS IS NOT THE PURPOSE OF THE SOVIET NOTE OF NOV. 27 AND THAT THE SOVIET GOVERNMENT, LIKE ITSELF, IS READY TO ENTER INTO DISCUSSIONS IN AN ATMOSPHERE DEVOID OF COERCION OR THREATS."

LT351PES

A79

WITH WASHINGTON (100)

MOSCOW, DEC. 31 (AP)-RUSSIA KEPT SILENT TODAY ON THE WEST'S REJECTION OF ITS PROPOSAL TO MAKE WEST BERLIN A DISARMED, FREE CITY BUT DIPLOMATS PREDICTED THE KREMLIN MIGHT WELCOME DISCUSSION OF THE PROBLEM.

OBSERVERS WHO HAVE STUDIED SIMILAR NOTES BY THE UNITED STATES, BRITAIN AND FRANCE SAID THEY BELIEVED THE RUSSIANS WOULD START OUT DEPLORING THE WESTERN REJECTION AND THEN AGREE TO TALKS ON THE ISSUE WITHIN THE FRAMEWORK OF A BIG-POWER MEETING ON OVER-ALL EUROPEAN SECURITY.

THE THREE WESTERN ENVOYS WHO SUBMITTED THE NOTES TO THE FOREIGN MINISTRY TODAY WERE GUESTS LATER AT PREMIER KHRUSHCHEV'S NEW YEAR'S PARTY IN THE KREMLIN. IT APPEARED DOUBTFUL, HOWEVER, THAT THE SOVIET LEADERS WOULD BRING UP THE SUBJECT BEFORE THEY HAD TIME TO STUDY IT.

JB750PES

B34 (Q)

-17-

ADVANCE FOR 6 P.M. EST TODAY
BERLIN NEW YEAR (470)
BY SEYMOUR TOPPING

(ADVANCE) BERLIN, THURSDAY, JAN. 1 (AP)-WEST BERLINERS WELCOMED THE NEW YEAR TODAY WITH ASSURANCES BY THEIR MAYOR THAT, WITH COURAGE AND DETERMINATION, THEY WILL BEAT OFF THE COMMUNIST THREAT.

CHAMPAGNE FLOWED AND CHURCH BELLS PEALD THROUGHOUT THE WESTERN SECTORS THAT THE RUSSIANS AND THEIR RED EAST GERMAN ALLIES PROPOSE TO TURN INTO A NEUTRALIZED FREE CITY BEFORE SUMMER.

SHORTLY BEFORE 1958 BOWED OUT AMID EXPLODING FIREWORKS, WEST BERLIN MAYOR WILLY BRANDY TOLD HIS 2,200,000 CITIZENS IN A RADIO BROADCAST:

"THIS IS THE YEAR OF DECISION....

"HERE IN BERLIN THE FATE OF GERMANY--AND EVEN MORE--WILL BE DECIDED. THEREFORE LET US SUSTAIN OUR SENSE OF WHAT IS IMPORTANT, OUR COURAGE AND DETERMINATION.

"WE WILL THEN BE ABLE TO WITHSTAND ALL DANGERS."

THE EAST GERMAN COMMUNISTS COUNTERED WITH NEW YEAR RESOLUTIONS PLEDGING TO PUSH THROUGH THE FREE CITY PLAN.

THE SATELLITE REGIME ANGRILY DENOUNCED THE WESTERN NOTES PUBLISHED TODAY WHICH REJECT THE PLAN, PUT FORWARD BY SOVIET PREMIER NIKITA KHRUSHCHEV NOV. 27 WITH A SIX-MONTH TIME LIMIT.

THE OFFICIAL EAST GERMAN NEWS AGENCY ADN CHARGED THAT THE NOTES ATTEMPTED TO DIVERT ATTENTION FROM A SOLUTION OF THE BERLIN PROBLEM AND AIMED AT RETAINING WEST BERLIN AS A STRONG POINT IN THE NORTH ATLANTIC MILITARY SETUP.

THE COMMENTARY ASSERTED THAT THE WESTERN PROPOSAL TO DISCUSS THE OVER-ALL GERMAN PROBLEM WITH RUSSIA WAS AN EFFORT TO STALL ON BERLIN.

PARTY BOSS WALTER ULBRICHT, PREMIER OTTO GROTEWOHL AND PRESIDENT WILHEM PIECK SENT A JOINT NEW YEAR TELEGRAM TO KHRUSHCHEV THANKING HIM FOR HIS BERLIN PROPOSAL, WHICH CALLS FOR THE WITHDRAWAL OF WESTERN TROOPS BEFORE JUNE 1.

"THE REALIZATION OF THIS PROPOSAL COULD MEAN THE LESSENING OF TENSION IN EUROPE AND LEAD TO THE ENDING OF THE COLD WAR," THE TELEGRAM SAID.

EAST GERMAN'S INTERIOR MINISTER KARL MARON, IN A NEW YEAR ORDER OF THE DAY, TOLD THE SATELLITE'S SECURITY FORCES TO PREPARE TO CARRY OUT THE SOVIET BERLIN PROPOSALS IN THE FIRST MONTHS OF 1959.

DEFENSE MINISTER WILLI STOPH ORDERED THE ARMY TO INCREASE ITS COMBAT READINESS AGAINST WHAT HE CALLED THE WARLIKE PLANS OF THE WEST GERMAN GOVERNMENT.

IN WEST BERLIN'S GAY NIGHT SPOTS THERE WAS LITTLE TALK OF WAR, THOUGH A COMMON VERDICT WAS THAT THIS CITY, ISOLATED IN EAST GERMAN TERRITORY 110 MILES BEHIND THE IRON CURTAIN, IS IN FOR A ROUGH AND DANGEROUS YEAR.

WHILE CHAMPAGNE CORKS POPPED ON THE LUXURY ROOF GARDEN OF THE NEW BERLIN HILTON HOTEL, MANY WEST BERLIN FAMILIES CELEBRATED IN TRUE GERMAN STYLE.

FOR THE FAMILY CELEBRATIONS 170,000 POUNDS OF THE TRADITIONAL CARP AND SIX MILLION PFANNKUCHEN--NEW YEAR DOUGHNUTS WITHOUT HOLES--WERE IMPORTED INTO THE CITY.

THE ONE MILLION EAST BERLINERS ALSO MADE A BRAVE ATTEMPT AT NEW YEAR GAIETY.

THERE WAS MORE FOOD AND RUSSIAN VODKA IN EAST BERLIN THIS YEAR--BUT LITTLE OF THE SPARKLE OF WEST BERLIN.

A SOBER YEAR-END NOTE CAME IN A WEST BERLIN GOVERNMENT REPORT THAT THE CITY GRANTED ASYLUM TO 119,300 REFUGEES FROM THE COMMUNIST EAST IN 1958.

END ADVANCE FOR 6 P.M. EST TODAY.

PH522PES

A38WX (KHRUSH & BJT)
(210) KHRUSHCHEV

WASHINGTON, DEC. 31 (AP)--SOVIET PREMIER NIKITA KHRUSHCHEV, IN A NEW YEARS MESSAGE, SAID TODAY "IT IS MY CONVICTION THAT THE PROSPECTS FOR PRESERVING PEACE IN 1959 ARE GOOD."

HIS PREDICTION WAS CONTAINED IN A STATEMENT SENT TO THE MUTUAL BROADCASTING SYSTEM IN RESPONSE TO A REQUEST FOR HIS OPINIONS ON WORLD PEACE PROSPECTS.

KHRUSHCHEV'S STATEMENT WILL BE READ ON A NATIONWIDE RADIO PROGRAM (WORLD TODAY, 8:05 P. M. EST) TOMORROW NIGHT BY SOVIET AMBASSADOR MICHAEL MENSHIKOV.

THE SOVIET LEADER SAID PEACE PROSPECTS DEPEND "ON THE DESIRE OF THE PEOPLES, AND AT THE PRESENT TIME THERE IS NOT A SINGLE PEOPLE IN THE WORLD THAT DESIRES WAR."

"WE IN THE SOVIET UNION," HE CONTINUED, "BELIEVE THAT THE AMERICAN PEOPLE, WHOSE CREATIVE GENIUS WE VALUE SO HIGHLY, AND THE SOVIET PEOPLE, WHO STRIVES FOR PEACE AND FRIENDSHIP AMONG ALL COUNTRIES, SHOULD AND WILL PLAY THEIR OUTSTANDING PART IN STRENGTHENING PEACE."

"AND I THINK THAT NOBODY WILL DENY THAT THERE IS A PARTICULARLY GREAT RESPONSIBILITY FOR THE DESTINY OF PEACE RESTING ON THE SHOULDERS OF OUR PEOPLES, THE RESPONSIBILITY TO DECIDE, WHETHER FEAR OF ANOTHER WAR WILL CONTINUE TO ALARM MANKIND OR WHETHER MANKIND WILL BREATHE WITH RELIEF RIDDEN OF THE THREAT OF WAR."

WITHOUT MENTIONING SPECIFICALLY ANY OF THE INTERNATIONAL PROBLEMS IN WHICH RUSSIA AND THE UNITED STATES ARE IN DISAGREEMENT, HE SAID "THERE IS NO DISPUTED OR UNSETTLED ISSUE THAT COULD NOT BE SOLVED BY PEACEFUL MEANS, PROVIDED, NATURALLY, ALL THE PARTIES CONCERNED GENUINELY DESIRE TO DO SO."

THE STATE DEPARTMENT HAD NO IMMEDIATE COMMENT ON KHRUSHCHEV'S NEW YEAR'S MESSAGE.

HOWEVER, OFFICIALS PRIVATELY EXPRESSED DEEP INTEREST IN HIS STATEMENT THAT NO DISPUTED OR UNSETTLED ISSUES COULD NOT BE SOLVED PEACEFULLY. THEY TOOK THIS TO MEAN KHRUSHCHEV WAS READY TO SEEK A PEACEFUL SETTLEMENT OF THE BERLIN CRISIS.

EH634PES

A148

SECOND NIGHT LEAD SOVIET NEW YEAR (A126) (160)
BY HAROLD K. MILKS

MOSCOW, THURSDAY, JAN. 1 (AP)--NIKITA KHRUSHCHEV WELCOMED THE NEW YEAR WITH A STATEMENT THAT 1958 HAD BEEN SUCH A GOOD YEAR "I HATE TO SEE IT END."

HE MADE THE STATEMENT TO NEARLY 700 GUESTS, INCLUDING DIPLOMATS, WHO SAW THE OLD YEAR OUT AND WELCOMED IN THE NEW AT THE TRADITIONAL KREMLIN BALL.

KHRUSHCHEV PROPOSED MANY TOASTS, BUT SOFTENED THEM SO AS NOT TO OFFEND WESTERN DIPLOMATS WHO JOINED IN THE DRINKING.

HE BANTERED ABOUT THE COMING TRIP OF DEPUTY PREMIER ANASTAS I. MIKOYAN TO THE UNITED STATES, TELLING U.S. AMBASSADOR LLEWELLYN THOMPSON AND MRS. THOMPSON THAT MIKOYAN HAS HAD TO PROMISE HE WILL COME BACK. "AND IF HE DOESN'T COME BACK HE HAS TO PROMISE HE WON'T WORK AGAINST US THERE."

"WE CAN'T LET MIKOYAN STAY IN THE UNITED STATES BECAUSE HE WOULD SOON BE THE RICHEST MAN THERE," KHRUSHCHEV CONTINUED JOVIALY.

THE RECEPTION CONTINUED UNTIL THE WEE HOURS, WITH A MUSICAL PROGRAM IN WHICH BARITONE PAUL ROBESON PARTICIPATED WITH A SONG.

KHRUSHCHEV'S TOASTS INCLUDED ONE TO THE SOVIET PEOPLE, TO THE COMMUNIST PARTY, TO THE RED ARMY, TO SOVIET WOMEN, TO SIMPLE PEOPLE.

BUT THOSE PRESENT SAID THE SOVIET LEADER FAILED TO MENTION THE SUBJECT ON EVERYONE'S MIND--THE FUTURE OF GERMANY AND THE WESTERN NOTES HE HAD JUST RECEIVED REJECTING THE SOVIET BID TO FORCE THE WEST TO GIVE UPV BERLIN.

AMONG THOSE PRESENT AT THE BIG RECEPTION WERE GEN. IVAN SEROV, THE EX-SECRET POLICE CHIEF; HIS SUCCESSOR, L.SHELEPIN, AND 13 MEMBERS OF THE PARTY PRESIDUM.

FD1034AES

A68WX

(300) NIGHT LEAD MISSILE SUBS
BY FRED S. HOFFMAN

WASHINGTON, DEC. 31 (AP)-THE NAVY IS RELEASING IMPOUNDED FUNDS TO BEGIN CONSTRUCTION OF AN ADVANCED TYPE OF MISSILE-FIRING SUBMARINE. IT ANNOUNCED TODAY IT HAS GIVEN ORDERS FOR BUILDING THE FIRST OF FOUR NUCLEAR SUBS THAT APPARENTLY WILL BE HEAVIER THAN ANY AMERICAN UNDER-SEA CRAFT NOW AFLOAT OR UNDER CONSTRUCTION.

THE NEW-TYPE SUBMARINES, LIKE OTHERS BEING BUILT, WILL BE EQUIPPED WITH 1,500-MILE RANGE POLARIS MISSILES. THESE SOLID FUEL MISSILES NOW ARE IN THE TEST STAGE. WHEN THEY AND THEIR SUBMARINE PLATFORMS ARE COMBINED, THE UNITED STATES WILL HAVE A FORCE OF MOBILE MISSILE LAUNCHERS ABLE TO STRIKE AT ENEMY TARGETS FROM OCEAN DEPTHS.

THE MONEY FOR THE NEW SUBS IS COMING OUT OF 609 MILLION DOLLARS APPROPRIATED BY THE LAST CONGRESS FOR SUCH A PURPOSE. THIS MONEY WAS OVER AND ABOVE WHAT THE EISENHOWER ADMINISTRATION REQUESTED, AND IT WAS IMPOUNDED BY THE DEFENSE DEPARTMENT.

EACH OF THE NEW VESSELS IS ESTIMATED TO COST 105 MILLION DOLLARS. THE NAVY SAID THE REMAINDER OF THE IMPOUNDED MONEY WILL BE RELEASED OVER THE NEXT 18 MONTHS FOR THE OTHER THREE SUBS IN THE NEW CLASS. OFFICIALS SAID THE NEW SUB WILL HAVE A COMPLETELY NEW HULL DESIGN. NO STATISTICS WERE GIVEN ON THE SIZE OF THE NEW SUB. BUT IT WAS SAID ITS DISPLACEMENT WOULD BE MORE THAN THAT OF ANY OF FIVE POLARIS SUBS NOW BEING BUILT. THESE FIVE COULD DISPLACE ABOUT 5,600 TONS EACH.

THE NEW SUB APPARENTLY WILL BE ABOUT 20 FEET LONGER THAN THE 380-FOOT POLARIS SUBMARINES NOW BUILDING. BUT THIS WOULD MAKE IT SHORTER THAN THE 447-FOOT TRITON, A NUCLEAR-POWERED RADAR PICKET CRAFT. THE CONTRACT FOR THE FIRST OF THE NEW CLASS OF SUBS HAS BEEN ASSIGNED TO THE ELECTRIC BOAT DIVISION OF GENERAL DYNAMICS CORP., SUBJECT TO NEGOTIATIONS.

SECRETARY OF THE NAVY GATES SAID ADVANCE DESIGN AND PROCUREMENT OF COMPONENTS WAS STARTED SOME TIME AGO. HE SAID ELECTRIC BOAT, WITH YARDS AT GROTON, CONN., IS PREPARING WORKING PLANS FOR THE FIRST CRAFT.
RZ651PES

A81

NIGHT LEAD CHIANG-FORMOSA (360)
BY SPENCER MOOSA

TAIPEI, THURSDAY, JAN. 1 (AP)-PRESIDENT CHIANG KAI-SHEK TODAY CLAIMED VICTORY IN THE FORMOSA STRAIT AND SAID THE PEIPING REGIME HAS BEEN SHAKEN TO ITS FOUNDATION. HE ATTACKED THE COMMUNE SYSTEM AS A FORM OF SLAVERY.

"THE CHINESE COMMUNISTS TODAY MAY BE LIKENED TO A TWO-HEADED SNAKE," CHIANG SAID IN A NEW YEAR'S STATEMENT BROADCAST TOWARD THE MAINLAND. "A SEVERE BLOW AT EITHER END WOULD MEAN THE DEATH OF THE WHOLE MONSTER."

"DURING THE PAST FIVE MONTHS, THANKS TO THE DETERMINED AND VALIANT STAND BY OUR ARMED FORCES AT THE FRONT IN THE TAIWAN (FORMOSA) STRAIT, THE COMMUNISTS HAVE SUFFERED A CRUSHING DEFEAT."

"TODAY THEY ARE IN A DILEMMA IN THE MILITARY FIELD. THIS, IN TURN, HAS PLUNGED THEM INTO A PERPLEXING SITUATION REGARDING THEIR 'MAKE EVERYONE A SOLDIER' AND 'PEOPLE'S COMMUNE' MOVEMENTS WHICH CONSTITUTE THEIR POLITICAL FRONT."

CHIANG DESCRIBED "THE COUNTER-BLOW WE HAVE DEALT THE COMMUNISTS" AT QUEMOY AS MERELY THE CURTAIN-RAISER IN AN ANTI-COMMUNIST REVOLUTION, AND CONTINUED:

"OUR WINNING OF THE FIRST ROUND OF THE BATTLE HAS ALREADY CAUSED AND POSED CONTRADICTIONS AND DANGERS WITHIN THE PEOPING REGIME WHICH HAS BEEN SHAKEN TO ITS VERY FOUNDATION."

30.24- 5699

HE EXPRESSED BELIEF THAT THE COMMUNISTS, IF THEY CANNOT BREAK THE STRAIT STALEMATE, WILL NOT BE ABLE TO PUSH THROUGH THEIR COMMUNE SYSTEM--THE REGIMENTATION UNDER WHICH COMMUNITIES OF PEASANTS ARE PUT UNDER COMPLETE CONTROL.

"CONVERSELY," SAID CHIANG, "IF THEY FAIL TO CARRY OUT THEIR COMMUNE SYSTEM, THE COMMUNISTS WILL NOT BE ABLE TO AUGMENT THEIR WAR POTENTIAL FOR THE PURPOSE OF INVADING TAIWAN AND AVERTING THE ULTIMATE DEFEAT THAT IS IN STORE FOR THEM."

HE SAID NATIONALIST FORCES ARE READY TO DEAL A SEVERE BLOW TO THE COMMUNISTS, AND URGED THE PEOPLE OF THE MAINLAND TO SABOTAGE THE COMMUNES IN A WAR OF ATTRITION.

"THIS IS THE DECISIVE YEAR FOR THE COLLAPSE OF THE COMMUNIST REGIME," HE SAID.

HE PREDICTED THE YEAR WILL SEE THE BATTLE OF FORMOSA STRAIT MERGED WITH UPRISINGS ON THE MAINLAND.

CHIANG GAVE NO INDICATION OF AN ATTEMPTED INVASION.

"WE HAVE BASED OUR STRATEGY OF COUNTER-OFFENSIVE AND NATIONAL RECOVERY PRIMARILY ON POLITICAL MEANS AND SECONDARILY ON MILITARY FORCE," HE EXPLAINED.

"THOUGH MOST OF YOU HAVE NO ARMS AT THE MOMENT," HE TOLD THE MAINLANDERS, "THE COMMUNE SYSTEM HAS BROUGHT YOU TOGETHER AND TAUGHT YOU COMBAT TECHNIQUES." X X X

YESTERDAY THE COMMUNISTS LOBBED 18 SHELLS AT KAOTENG ISLAND IN THE MATSU GROUP.

THE QUEMOY FRONT WAS QUIET FOR THE HOLIDAY, BOTH NATIONALISTS AND COMMUNISTS HAVING AGREED TO HOLD THEIR FIRE FOR 72 HOURS.

JB758PES

A31KX

PRECEDE TAIPEI DAY
PILOT (420)

BY JACK SAMSON

M ALBUQUERQUE, DEC 31 (AP)-A RETIRED U.S. NAVY PILOT WAS TOLD TODAY HE CANNOT FLY FOR THE NATIONALIST CHINESE AIR FORCE.

JAMES S. STAFFORD, 38, ALBUQUERQUE, WAS TURNED DOWN BY THE CHINESE GOVERNMENT ON FORMOSA. ONLY CHINESE CITIZENS CAN JOIN THE NATIONALIST ARMED SERVICES.

THE DEFENSE MINISTRY AT TAIPEI SAID IT HAD REJECTED ENLISTMENT APPLICATIONS FROM ANOTHER AMERICAN, HOWARD A. HUBBARD, ADDRESS UNKNOWN, AND FROM A JAPANESE.

"THIS IS THE FIRST I HAVE HEARD ABOUT IT," STAFFORD SAID TODAY. "IT COMES AS KIND OF A BLOW TO ME. I'D HOPED THEY WOULD TAKE ME."

WHAT MAKES AN AMERICAN VOLUNTEER TO FIGHT IN A FOREIGN SERVICE? "WELL, IT'S KIND OF HARD TO PUT INTO WORDS," STAFFORD SAID. "I'M

A PILOT. I FLEW ABOUT TWO YEARS WITH THE ROYAL CANADIAN AIR FORCE AT THE BEGINNING OF WORLD WAR II. AFTER THAT I FLEW FOR 17 YEARS WITH THE U.S. NAVY. DURING THAT TIME I FLEW EVERYTHING FROM FIGHTERS AND TRANSPORTS TO BOMBERS. IT GETS IN YOUR BLOOD. BUT IT ISN'T JUST THAT. MY SYMPATHIES ARE WITH THOSE PEOPLE ON FORMOSA, JUST AS THEY WERE WITH THE HUNGARIANS DURING THEIR UPRISING.

DID HE KNOW THE UNITED STATES FORBIDS ITS CITIZENS BEARING ARMS WITH A FOREIGN NATION?

"OH, SURE," STAFFORD SAID, "BUT THERE ARE LOTS OF TIMES WHEN SOME OF THE 'ILLEGAL' TYPES HAVE COME IN REAL HANDY. THERE WERE A LOT OF AMERICANS FLYING FOR THE RCAF AND THE RAF DURING THE BATTLE OF BRITAIN. PEOPLE WERE DARN GLAD TO HAVE THEM. THEN THERE WAS CHENNAULT'S AMERICAN VOLUNTEER GROUP (AVG) IN CHINA. THEY MADE QUITE A DIFFERENCE TO THE BATTLE AGAINST THE JAPANESE."

SITUATIONS CALL FOR BREAKING THE RULES SOMETIMES, HE SAID.
"IF THERE HAD BEEN ONE MAN WITH LEADERSHIP WILLING TO LEAD
VOLUNTEERS FROM THIS COUNTRY DURING THE HUNGARIAN UPRISING, HE COULD
HAVE HAD A HUNDRED THOUSAND VOLUNTEERS."
AND WHAT TYPE OF MAN IS STAFFORD?
HE IS MARRIED AND THE FATHER OF FIVE CHILDREN--RANGING FROM 18
YEARS TO THREE.

HE RESIGNED THE NAVY AS A COMMANDER AFTER SERVICE AS A BRIEFING
OFFICER AT THE ARMED FORCES SPECIAL WEAPONS COMMAND AT SANDIA BASE.
HE APPLIED FOR A COMMISSION WITH THE NATIONALIST AIR FORCE
THROUGH THE CHINESE EMBASSY IN WASHINGTON.

"THERE I WAS TOLD TO WRITE DIRECTLY TO THE MILITARY IN TAIPEI,"
HE SAID.

SUCH APPLICATIONS ARE NOT UNUSUAL. THE LATE MAJ. GEN. CLAIRE
CHENNAULT, ORGANIZER OF THE AVG AND LATER WARTIME COMMANDER OF THE
U.S. 14TH AIR FORCE, RECEIVED MANY SUCH APPLICATIONS AFTER WORLD WAR II
WHILE OPERATING AN AIRLINE ON FORMOSA.

MRS. SUE BUOL ALSO OF ALBUQUERQUE, LONGTIME SECRETARY TO CHENNAULT,
SAID THAT DURING THE KOREAN WAR CHENNAULT'S OFFICE RECEIVED AS MANY AS
200 APPLICATIONS A MONTH.

"THE LETTERS USUALLY URGED THE GENERAL TO REACTIVATE THE OLD FLYING
TIGERS OR TO FORM A NEW VOLUNTEER GROUP. NATURALLY THE UNITED STATES
GOVERNMENT WAS AGAINST THE PLAN. THE APPLICATIONS CAME FROM AMERICANS,
BRITISH, GERMAN AND BALKAN PILOTS MOSTLY," SHE SAID. "THERE
PROBABLY WERE SEVERAL THOUSAND WHO WANTED TO FIGHT THE COMMUNISTS."
WILL STAFFORD APPLY AGAIN? HE IS NOT SURE. THE ANSWER SEEMED
PRETTY DEFINITE FROM THE NATIONALISTS.

AND WHAT DOES HIS WIFE, DIANA, THINK ABOUT THE WHOLE THING?
"I'VE BEEN A SERVICE WIFE FOR SO LONG," SHE SAID, "THAT I WOULD
GO ALONG. OF COURSE THERE ARE THE CHILDREN. JIM IS A PILOT THROUGH
AND THROUGH, AND YOU HAVE JUST GOT TO LET THEM HAVE PLENTY OF REIN
SOMETIMES."

HU/XZ324PCS

B15 Q

TAIPEI, DEC. 31 (AP)--THE CHINESE NATIONALIST AIR FORCE TODAY ANNOUNCED
IT HAD TURNED DOWN AN ENLISTMENT OFFER FROM JAMES S. STAFFORD, A FORMER
U.S. NAVY COMMANDER OF (8200 MANUEL BLVD. N.E.) ALBUQUERQUE, N.M.

THE AIR FORCE EXPLAINED THAT ONLY CHINESE CITIZENS CAN JOIN THE
NATIONALIST ARMED SERVICES.

THE DEFENSE MINISTRY SAID IT HAD REJECTED ENLISTMENT APPLICATIONS
FROM ANOTHER AMERICAN, HOWARD A. HUBBARD, WHOSE HOMETOWN WAS NOT
ANNOUNCED, AND A JAPANESE.

G410AES

A17

AMS BUDGET (850)

EDITORS' NOTE:

SIX EUROPEAN NATIONS TODAY (THURS) INAUGURATE AN HISTORIC MOVE
IN DOING BUSINESS WITH EACH OTHER--THE COMMON MARKET. BARRIERS WILL
FALL. TRADE WILL FLOW MORE FREELY. HOW WILL THIS AFFECT AMERICAN
INDUSTRY? IN THE FOLLOWING ARTICLE, WALTER BREEDE JR. AP BUSINESS NEWS
WRITER SUMMARIZES THE VIEWS OF LEADING INDUSTRIALISTS. GENERALLY THEY
THINK AMERICAN BUSINESS, IN THE LONG RUN, WILL BE BETTER OFF.

BY WALTER BREEDE JR.
AP BUSINESS NEWS WRITER

NEW YORK, DEC. 31 (AP)--"SOME COMPANIES ARE GOING TO GET HURT.
BUT IN THE LONG RUN AMERICAN BUSINESS WILL BE BETTER OFF...."

THAT'S HOW ONE U.S. INDUSTRIALIST SIZES UP EUROPE'S NEW COMMON
MARKET AND ITS PROBABLE IMPACT IN THIS COUNTRY.

FIRST BUILDING BLOCKS OF THE NEW COMMON MARKET STRUCTURE WILL BE
PUT IN PLACE TOMORROW. SIX OLD AND SOPHISTICATED BUT AMAZINGLY VIGOR-
OUS EUROPEAN NATIONS WILL LOWER THE BARRIERS THAT HAVE HAMPERED THE
FREE FLOW OF TRADE WITH ONE ANOTHER.

THIS WILL BE THE FIRST STEP. IF PRESENT PLANS ARE CARRIED OUT, THE
SIX COUNTRIES WILL EVENTUALLY FORM AN ECONOMIC UNION THAT WILL BOOST
LIVING STANDARDS AND INDUSTRIAL OUTPUT ON THE CONTINENT TO NEW PEAKS.

U.S. BUSINESSMEN VIEW THE TREND WITH MIXED EMOTIONS.

"IT WILL BE AN IMPROVEMENT ALL AROUND," SAYS VICE PRESIDENT S.
RILEY WILLIAMS OF WORTHINGTON CORP., MANUFACTURER OF INDUSTRIAL
EQUIPMENT. "IT WILL MAKE THINGS A LOT EASIER FOR US--WE'LL HAVE ONE
BIG MARKET TO CONCENTRATE ON INSTEAD OF HALF A DOZEN LITTLE
MARKETS EACH HEMMED IN BY ITS OWN TARIFF WALL."

FRANK X. WHITE, VICE PRESIDENT OF AMERICAN MACHINE & FOUNDRY CO.,
DECLARES: "I'M OPTIMISTIC. I FEEL THE BASIC OBJECTIVE OF THE SCHEME
IS TO INCREASE CONSUMPTION. IT MAY CREATE A BIGGER MARKET FOR
AMERICAN GOODS THAN WE'VE EVER DREAMED OF."

WHITE CONCEDES THAT A BOOMING EUROPEAN ECONOMY WILL ALSO MEAN TOUGH
COMPETITION FOR AMERICAN GOODS IN NON-EUROPEAN MARKETS LIKE LATIN-
AMERICA AND ASIA. BUT THIS, TOO, MAY BE ALL TO THE GOOD, HE MAINTAINS,
IF IT FORCES U.S. COMPANIES TO KEEP ONE JUMP AHEAD OF THEIR EUROPEAN
RIVALS IN TECHNICAL PROGRESS AND MANUFACTURING KNOW-HOW.

H.B. PENCE, EXECUTIVE VICE PRESIDENT OF JOHN DEERE INTERNATIONAL
S.A., FARM EQUIPMENT FIRM, TAKES A DIMMER VIEW.

"EXPORTS OF OUR COMPANY TO THE COMMON MARKET COUNTRIES NOW ARE NIL
BECAUSE OUR PRICES ARE TOO HIGH TO COMPETE WITH EUROPEAN GOODS," HE
SAYS. "WHATEVER HAPPENS IT'S NOT GOING TO IMPROVE AND IT CAN'T BE
WORSE. IN 1956 DEERE BOUGHT A FACTORY IN MANNHEIM, GERMANY, BECAUSE
IT FELT THAT TO COMPETE IN THE FOREIGN MARKET IT HAD TO MANUFACTURE
ABROAD TO KEEP PRICES IN LINE. FOR THE MANNHEIM OPERATION THE COMMON
MARKET IS A WONDERFUL THING BUT IT WILL TAKE A NUMBER OF YEARS FOR IT
TO BECOME FULLY EFFECTIVE AND MAKE ANY DIFFERENCE ONE WAY OR
ANOTHER..."

A STEEL EXECUTIVE IN PITTSBURGH SAYS ECONOMIC UNITY IN EUROPE MAY
FREEZE OUT U.S. EXPORTS. THE PRIME OBJECTIVE HERE, HE STATES, IS
TO STRENGTHEN THE ECONOMIES OF WESTERN EUROPEAN COUNTRIES TO THE
DETIMENT OF COMPETITORS, INCLUDING UNCLE SAM.

DETROIT LOOKS FOR STIFFER COMPETITION FROM EUROPEAN AUTOS.
OFFICIALS OF FORD AND GENERAL MOTORS SAY THEY DON'T WANT TO COMMENT
UNTIL THEY SEE HOW THINGS WORK OUT, BUT SOME DETROIT EXECUTIVES, UN-
WILLING TO PERMIT USE OF THEIR NAMES, SAY THE COMMON MARKET WILL
BENEFIT THE U.S. AUTO INDUSTRY BY PROMOTING ECONOMIC DEVELOPMENT
AND STIMULATING TRADE. NICHOLAS KELLEY JR., GENERAL MANAGER OF
CHRYSLER CORP.'S OVERSEAS DIVISION, NODS AGREEMENT.

GENERALLY, BUSINESS OBSERVERS FEEL BIG COMPANIES WITH PLENTY OF
CAPITAL AND BRAINS WILL ADJUST TO THE NEW ECONOMIC SITUATION IN
EUROPE, EITHER BY BUILDING PLANTS OF THEIR OWN IN THE COMMON MARKET
COUNTRIES OR THROUGH LICENSING ARRANGEMENTS WITH EUROPEAN MANU-
FACTURERS.

OPENING OF THE ST. LAWRENCE SEAWAY IS EXPECTED TO SPUR U.S.
INTEREST IN MORE WORLD TRADE--A TREND THAT MAY INDUCE AMERICAN
EXPORTERS TO MAKE THEIR PRICES COMPETITIVE WITH THOSE OF THEIR
RIVALS ABROAD.

SMALL BUSINESS MAY REAP BENEFITS, TOO. GETMAN BROS. OF SOUTH
HAVEN, MICH., WHICH MAKES THE "SCOOTCRETE," A CONCRETE-CARRYING
TRUCK INTENDED TO REPLACE WHEELBARROWS ON CONSTRUCTION JOBS, EXPECTS
GREAT THINGS FROM THE COMMON MARKET. "EUROPE IS GOING TO HAVE A
CONSTRUCTION BOOM," ONE GETMAN OFFICIAL STATES, "AND WE EXPECT
TO CAPITALIZE ON IT."

THE COMMON MARKET COUNTRIES INCLUDE FRANCE, WHOSE ECONOMY IS
BEING STRENGTHENED BY DRASTIC REFORMS; WEST GERMANY, RIDING THE CREST
OF A BOOM, AND ITALY, BELGIUM, LUXEMBOURG AND HOLLAND. THEY HAVE A
COMBINED POPULATION OF 168 MILLION.

THE FIRST NATIONAL CITY BANK OF NEW YORK SAYS DEMAND IS LIKELY TO REMAIN HIGH IN THE COMMON MARKET COUNTRIES FOR SUCH U.S. EXPORTS AS COAL, STEEL MILL PRODUCTS, IRON AND STEEL SCRAP, NONFERROUS METALS, SEMI-MANUFACTURES AND RAW COTTON.

ALSO, SAYS THE BANK, THE INDUSTRIALIZATION OF THE COMMON MARKET AREA MAY RESULT IN INCREASED DEMAND FOR U.S. MACHINE TOOLS AND ROAD BUILDING EQUIPMENT--PARTICULARLY IF U.S. CAPITAL LENDS A HAND.

HOWEVER, THE BANK CAUTIONS, SUCH U.S. EXPORTS AS GRAINS, OILSEEDS, VEGETABLE OILS, FATS AND FRUITS MAY BE REDUCED BECAUSE OF FREER TRADE AMONG THE COMMON MARKET COUNTRIES. AND EXPORTS OF U.S. CHEMICALS, PHARMACEUTICALS, ELECTRICAL EQUIPMENT, HOME APPLIANCES AND PASSENGER CARS ARE LIKELY TO ENCOUNTER AN INCREASINGLY SHARP COMPETITION.

NOW WILL THE COMMON MARKET AFFECT YOUR BUSINESS? IT DEPENDS ON THE COMPANY, THE PRODUCT, AND A THOUSAND OTHER THINGS. GEORGE H. CHITTENDEN, VICE PRESIDENT OF J.P. MORGAN & CO., BANKERS, SAYS THERE'S ONLY ONE WAY TO FIND OUT--GO OVER AND SEE.

"THE SITUATION CAN ONLY BE ASSESSED BY AN EXCURSION OVER THERE AND A VERY CLOSE AND CONTINUING STUDY," HE STATES. "THERE'S HARDLY A CUSTOMER OF OURS WHO HAS NOT SENT SOMEBODY OVER THERE AND IT'S USUALLY THE PRESIDENT OF THE COMPANY."

J-DA-HW346PES

A74WX

(380) MILITARY COMMAND

BY ELTON C. FAY

WASHINGTON, DEC. 31 (AP)--A NEW STREAMLINED CHAIN OF MILITARY COMMAND, EXTENDING DOWN DIRECTLY FROM THE WHITE HOUSE AND PENTAGON TO FIVE FORCES AT HOME AND OVERSEAS, BECOMES EFFECTIVE THIS MIDNIGHT.

THE DEFENSE DEPARTMENT MADE PUBLIC TWO NEW DIRECTIVES, DESIGNED TO COMPLETE A SERIES OF CHANGES IN THE MILITARY STRUCTURE AS PROVIDED UNDER THE DEFENSE REORGANIZATION ACT OF THE LAST CONGRESS.

FROM NOW ON FIVE UNIFIED OR SPECIFIED COMMANDS WILL CARRY OUT THE DOCTRINE AND STRATEGY DEVISED BY NATIONAL POLICY AND STRATEGY MAKERS--THE CONTINENTAL AIR DEFENSE COMMAND, THE STRATEGIC AIR COMMAND (BOTH "SPECIFIED" COMMANDS) AND THREE "UNIFIED" COMMANDS--THE PZCIFIC, ATLANTIC AND EASTERN ATLANTIC-MEDITERRANEAN HEADQUARTERS.

UNTIL NOW, AN ORDER ISSUED BY THE DEFENSE SECRETARY HAD TO FILTER DOWN THROUGH THE CIVILIAN SECRETARY OF A SERVICE AND HIS MILITARY CHIEF OF STAFF TO ONE OF THE COMMANDS IN THE FIELD.

AMONG OTHER THINGS, THE NEW ARRANGEMENT WILL TIGHTEN THE CONTROL OF THE CONTINENTAL AIR DEFENSE (CONAD) COMMANDER OVER ARMY, AIR FORCE AND NAVY UNITS COMPOSING HIS FORCE. UNTIL THE LAW AND TONIGHT'S EFFECTIVE DOCUMENTS PUT TEETH INTO THE PROGRAM, EACH INDIVIDUAL SERVICE WAS ABLE TO DECIDE ON ITS OWN WHETHER IT WOULD WITHDRAW A BATTERY OF MISSILES OR A SQUADRON OF PLANES OR PICKET DESTROYERS FROM CONAD OR DEPLOY THEM TO SOME OTHER POSITION IN THE COMMAND'S AREA.

NOW ANY SUCH MOVES MAY BE TAKEN ONLY UPON SPECIFIC APPROVAL BY THE WHITE HOUSE AND PENTAGON.

BOTH CONGRESS AND THE ADMINISTRATION HAD DISCLOSED, MONTHS AGO, THE GENERAL OUTLINE OF THE REVAMPING IN COMMAND ORDERED TONIGHT.

TO CARRY OUT THE PROGRAM, THE ORIGINAL ROLES AND MISSIONS AGREEMENT OF THE ARMED FORCES--KNOWN AS THE KEY WEST PAPER OF 1948--WAS PUT INTO NEW LANGUAGE.

HOWEVER, DEPUTY SECRETARY OF DEFENSE DONALD QUARLES TOLD A NEWS CONFERENCE THAT THE SHARING UP AMONG THE SERVICES OF THEIR MISSIONS IN WAR WAS UNCHANGED FROM THE FORM IN WHICH IT EXISTED IN THE KEY WEST PAPER, PLUS TWO SUBSEQUENT REVISIONS.

NEWSMEN NOTED THAT THE ROLES AND MISSIONS SECTION MADE NO MENTION OF SOME NEWER PROBLEMS, SUCH AS THE ASSIGNMENT OF A MISSION TO A PARTICULAR SERVICE IN THE COMING AGE OF SPACE FLIGHT AND WARFARE.

30.24- 5701

QUARLES AGREED THAT THIS WAS NOT MENTIONED, BUT SAID THAT MATTER WOULD BE HANDLED WHEN THE PROBLEM CAME INTO EXISTENCE BY WHAT HE DESCRIBED AS SUPPLEMENTAL DIRECTIVES.

REMEMBERING THAT THE ORIGINAL KEY WEST ROLES AND MISSIONS PAPER WAS AGREED UPON ONLY AFTER PROLONGED ARGUMENT AMONG THE SERVICES, A REPORTER ASKED IF ALL THE SERVICES AGREED TO THE LANGUAGE OF TONIGHT'S DOCUMENT.

"THE DOCUMENT WAS ISSUED WITHOUT DISSENT," QUARLES ANSWERED.

RZ&JC734PES

B11WX Q

(180) CAP

WASHINGTON, DEC. 31 (AP)--THE CIVIL AIR PATROL, OFFICIAL AIR FORCE AUXILIARY, BECOMES A PART OF THE CONTINENTAL AIR COMMAND AT MIDNIGHT TONIGHT.

THE TRANSFER FROM AIR FORCE HEADQUARTERS GIVES THE CIVILIAN GROUP ACCESS TO THE NATION'S AIR RESERVISTS FOR TRAINING AND LEADERSHIP PURPOSES.

CONAC, COMMANDED BY LT. GEN. WILLIAM E. HALL AT MITCHEL AIR FORCE BASE, NEW YORK, IS PRIMARILY RESPONSIBLE FOR RESERVE AND NATIONAL GUARD ACTIVITIES.

CAP HEADQUARTERS WILL REMAIN HERE AT BOLLING AIR FORCE BASE EVEN THOUGH ADMINISTRATIVE AND OPERATIONAL CONTROL WILL BE EXERCISED FROM MITCHEL.

THE CHANGE AFFECTS 77,900 CAP MEMBERS. ABOUT 41,000 ARE CADETS IN THE 14-18 YEAR AGE BRACKET.

CAP OPERATES 4,400 AIRCRAFT, MOST OF THEM PRIVATELY OWNED, AND MAKES AVAILABLE TO CIVIL DEFENSE AND AIR RESCUE UNITS MORE THAN 13,000 RADIO INSTALLATIONS.

THE NATIONAL COMMANDER OF CAP IS MAJ. GEN. WALTER R. AGEE, WHO IS SCHEDULED TO RETIRE IN APRIL.

MILITARY SOURCES SAY THAT AGEE WILL BE SUCCEEDED BY BRIG. GEN. STEPHEN D. MCELROY, 46, NOW CHIEF OF STAFF OF THE AIR FORCE ACADEMY AT COLORADO SPRINGS.

MCELROY, A NATIVE OF TERRYVILLE, CONN., FORMERLY LIVED AT PURCELLVILLE, VA. AND ATTENDED NORTON, VA. HIGH SCHOOL AND VIRGINIA POLYTECHNIC INSTITUTE AT BLACKSBURG. HE IS A VETERAN OF WORLD WAR II AND THE KOREAN WAR AND FORMERLY COMMANDED THE 376TH BOMB WING AT BARKSDALE AIR FORCE BASE, LA.

LT249PES

B47AH (Q)

NY FOR TAMPA, ASKED (290)

(ADVANCE FOR 3 A.M. EST THURSDAY, JAN. 1)

OMAHA, JAN. 1 (AP)--THE STRATEGIC AIR COMMAND RESHUFFLED CONTROL OF SOME OF ITS BASES TODAY, SLICING THE NATION NORTH TO SOUTH INTO THREE AREAS, EACH UNDER THE CONTROL OF ONE OF ITS NUMBERED AIR FORCES.

GEN. THOMAS S. POWER, COMMANDER OF SAC, SAID THE GEOGRAPHICAL REALIGNMENT WILL PROVIDE "MORE EFFECTIVE COMMAND AND CONTROL."

FORMERLY THE SECOND AIR FORCE, HEADQUARTERED AT BARKSDALE AFB, SHREVEPORT, LA. CONTROLLED THE SOUTHEAST AND CENTRAL PORTIONS OF THE UNITED STATES AND PUERTO RICO BASES; THE EIGHTH, HEADQUARTERED AT WESTOVER AFB, CHICOPEE, MASS., CONTROLLED THE NORTHEAST AND NORTH CENTRAL PORTIONS; AND THE FIFTEENTH, HEADQUARTERED AT MARCH AFB, RIVERSIDE, CALIF., HAD THE WEST AND SOUTHWEST PORTIONS.

TWELVE SAC OWNED BASES WILL BE IMMEDIATELY AFFECTED BY THE NEW REALIGNMENT.

SECOND AIR FORCES WILL TAKE OVER FIVE BASES FORMERLY UNDER THE CONTROL OF THE EIGHTH--R.I. BONG AFB., WIS; BUNKER HILL, INDIANA; FORBES, KANSAS; LINCOLN, NEBRASKA AND WHITMAN MISSOURI.

THE EIGHTH WILL TAKE OVER SIX BASES FROM THE SECOND--HOMSTEAD, MACDILL AND MCCOY, ALL IN FLORIDA; HUNTER AND TURNER IN GEORGIA AND RAMEY IN PUERTO RICO.

THE FIFTEENTH WILL TAKE OVER SHILLING AFB KANSAS, FROM THE EIGHTH. SAC ICBM MISSILE UNITS IN DENVER, COLO., AND CHEYENNE, WYO., ARE ASSIGNED TO THE FIFTEENTH; AND THE SNARK MISSILE UNIT PROGRAMMED AT PRESQUE ISLE, MAINE, WILL BE UNDER THE EIGHTH MISSILE UNITS PROGRAMMED FOR OMAHA AND TOPEKA, KAN., WILL BE UNDER THE SECOND; AND THE UNIT SLATED FOR SPOKANE, WASH., WILL BE ASSIGNED TO THE FIFTEENTH. VANDENBERG AFB, CALIFORNIA, REMAINS HEADQUARTERS FOR THE SAC'S FIRST MISSILE DIVISION, WHICH HAS THE RESPONSIBILITY FOR TRAINING MISSILE CREWS FOR OPERATIONAL UNITS.

(END ADVANCE FOR 3 A.M. EST THURSDAY, JAN. 1).
JK522PCS NM

B14WX (SECG)

(300) NUCLEAR HOLOCAUST

WASHINGTON, DEC. 31 (AP)--ALL-OUT NUCLEAR WARFARE MIGHT DESTROY THE CIVILIZATIONS OF THE NORTHERN HEMISPHERE WHILE LEAVING THE LANDS UNDER THE SOUTHERN CROSS GROWING, THRIVING--AND STILL CARRYING ON THE DISPUTE BETWEEN COMMUNISM AND CAPITALISM.

THESE ARE SPECULATIONS WHICH CONCLUDE A BOOK TITLED "THE SOCIAL IMPACT OF BOMB DESTRUCTION," PUBLISHED TODAY BY THE UNIVERSITY OF OKLAHOMA PRESS. THE AUTHOR, SOCIAL RESEARCH SCIENTIST FRED CHARLES IKLE, DISPARAGES FORECASTS THAT A NUCLEAR HOLOCAUST WOULD DESTROY ALL MANKIND.

IKLE SAYS ALTHOUGH THE NATIONS DIRECTLY UNDER ATTACK MIGHT SUFFER AS MUCH AS 95 PER CENT CASUALTIES THE RADIOACTIVE FALLOUT WOULD SPREAD UNEVENLY. AND SINCE MOST OF THE TARGETS WOULD BE IN THE NORTHERN HEMISPHERE, HE WRITES:

"IT FOLLOWS THAT THE POPULATIONS WHICH WOULD BE LEAST AFFECTED ARE THOSE ON THE SOUTHERN HEMISPHERE, MOST OF WHICH HAVE A HUGE ACTUAL OR POTENTIAL RATE OF GROWTH.

"THOSE SPECULATIVELY INCLINED, THEN, OUGHT TO PICTURE THE WORLD AFTER AN ALL-OUT NUCLEAR WAR...NOT AS A PLANET INHABITED BY LOWER FORMS OF PLANT LIFE...BUT AS A WORLD WITH EXPANDING POPULATIONS AND PERHAPS THRIVING ECONOMIES IN SOUTH AMERICA, SOUTH AFRICA, INDONESIA, AUSTRALIA AND NEW ZEALAND.

"...THE SURVIVING GENERATIONS WOULD BE FURTHER AWAY FROM A PEACEFUL MILLENNIUM THAN EVER BECAUSE OF THE DEEP RACIAL, RELIGIOUS AND IDEOLOGICAL DIFFERENCES THAT DIVIDE THE PEOPLES OF THE SOUTHERN HEMISPHERE.

"INDEED--THUS THIS SPECULATION COULD CONTINUE--BOTH CAPITALISM AND COMMUNISM MIGHT SURVIVE, SINCE BOTH MIGHT BE REPRESENTED AMONG THE SURVIVOR NATIONS.

"BUT THE POWERFUL STATES WHICH FOUGHT FOR THESE ISSUES WOULD HAVE DISAPPEARED FROM HISTORY--MUCH AS THE INCA EMPIRE AND THE REALM OF CARTHAGE HAVE ENDED FOREVER."

CR402AES

A94KX

(360) NIGHT LEAD

LOS ALAMOS, N. M., DEC. 31 (AP)--CECIL W. KELLEY, 38-YEAR-OLD LABORATORY TECHNICIAN AT THE LOS ALAMOS SCIENTIFIC LABORATORY, REMAINED IN CRITICAL CONDITION TODAY WITH RADIATION BURNS.

MEDICAL AUTHORITIES AT THE ATOMIC CITY WERE TRYING TO DECIDE ON A METHOD OF TREATMENT FOR THE BURNS, RECEIVED YESTERDAY.

DETAILS OF THE ACCIDENT STILL WERE UNDER STUDY. THERE WERE NO WITNESSES AND KELLEY WAS THE ONLY PERSON AFFECTED.

KELLEY RECALLED SEEING A BLUE FLASH AS HE STARTED A STIR OPERATION IN A 225-GALLON STEEL TANK. THERE WAS NO EXPLOSION.

THE OPERATION IS ONE STEP IN THE RECOVERY OF PLUTONIUM FROM WASTE SOLUTION AND HAS BEEN PERFORMED NUMEROUS TIMES WITHOUT ACCIDENT, A SPOKESMAN SAID.

ESTIMATES OF THE RADIATION DOSAGE RECEIVED, BASED IN PART ON COUNTS OF INDUCED RADIOACTIVITY IN THE PATIENT'S BLOOD, ARE IN EXCESS OF 1,000 ROENTGENS. SMALLER DOSES HAVE BEEN KNOWN TO BE FATAL. MUCH DEPENDS ON THE BODY AREAS INVOLVED.

"FOR SEVERE RADIATION INJURY OF THIS SORT, THERE IS NO SPECIFIC TREATMENT," DR. THOMAS SHIPMAN, HEAD OF THE HEALTH DIVISION OF THE LABORATORY, SAID. "A LOT OF THINGS HAVE BEEN SUGGESTED EXPERIMENTALLY OVER THE PAST SEVERAL YEARS BUT NONE HAS BEEN CONSIDERED PRACTICAL."

DR. SHIPMAN SAID ONE METHOD OF TREATMENT NOW UNDER CONSIDERATION IS USE OF BONE MARROW TRANSFUSIONS.

"THIS HAS BEEN TRIED IN OTHER KINDS OF DISEASES WITH SOMEWHAT QUESTIONABLE SUCCESS," HE SAID. "IT HAS BEEN TRIED ON ANIMALS WITH QUESTIONABLE SUCCESS."

DR. SHIPMAN SAID MEDICAL AUTHORITIES AT LOS ALAMOS HAD BEEN CONFERRING BY TELEPHONE WITH PEOPLE IN BOSTON, ROCHESTER, N.Y., AND OAK RIDGE, WHO ARE ACQUAINTED WITH THE BONE MARROW INJECTION METHOD.

KELLEY HAS BEEN GIVEN PLASMA, AND THE MAIN TREATMENT AT PRESENT IS CONCERNED WITH MAKING HIM COMFORTABLE, DR. SHIPMAN SAID.

"IT'S AWFULLY DIFFICULT TO PROVE ACTUAL DAMAGE TO CELLS," DR. SHIPMAN SAID. HE SAID, HOWEVER, THERE WAS VERY OBVIOUS EVIDENCE OF IMMEDIATE DAMAGE.

YESTERDAY'S ACCIDENT WAS THE FIRST SERIOUS RADIATION MISHAP AT LOS ALAMOS SINCE MAY 21, 1946, WHEN ONE EMPLOYEE WAS FATALLY INJURED. THE LABORATORY NOW EMPLOYS ABOUT 3,300 PEOPLE.

THE 1946 ACCIDENT INVOLVED A YOUNG SCIENTIST NAMED LOUIS SLOTIN. HE RECEIVED A DOSE APPROXIMATELY TWICE AS LARGE AS THAT APPARENTLY RECEIVED BY KELLEY AND SURVIVED FOR ONLY NINE DAYS.

SLOTIN AND A 26-YEAR-OLD EMPLOYEE, HARRY DAGLIAN, ARE THE ONLY LOS ALAMOS WORKERS WHO HAVE DIED AS A RESULT OF OVERDOSES OF RADIATION. DAGLIAN DIED IN SEPTEMBER 1945, 24 DAYS AFTER RECEIVING AN UNEVENLY DISTRIBUTED RADIATION DOSE.

KELLEY HAS BEEN EMPLOYED BY THE LABORATORY SINCE 1946. HIS WIFE DORIS, IS ALSO EMPLOYED BY THE LABORATORY. THEY HAVE TWO CHILDREN.

FJ/FR645PCS

A127

(150)

TOKYO, THURSDAY, JAN. 1 (AP)--RED CHINA DISMISSED AS NONSENSE TODAY SUGGESTIONS THAT IT IS BACKING DOWN ON ITS GIGANTIC PEOPLES COMMUNES CAMPAIGN.

IT MADE CLEAR THE COMMUNES, A SYSTEM TO REGIMENT THE POPULATION INTO SELF-SUFFICIENT, PARA-MILITARY COMMUNITIES, IS STILL THE PET PROJECT OF THE RED REGIME--DESPITE DIFFERENCES IN THE RULING HIERARCHY ON JUST HOW FAST IT SHOULD BE PUSHED.

THIS WAS BROUGHT OUT IN AN ARTICLE IN RED FLAG, THEORETICAL JOURNAL OF THE CENTRAL COMMITTEE OF THE CHINESE COMMUNIST PARTY.

COMMENTING ON LAST MONTH'S RESOLUTION BY THE COMMUNIST PARTY'S CENTRAL COMMITTEE REGARDING COMMUNES--INTERPRETED IN SOME QUARTERS AS A "GO SLOW" DECISION--RED FLAG SAID:

"THERE IS NO DOUBT THAT THE WORK OF OUR PEOPLES COMMUNES WILL ASCEND LIKE THE RISING SUN...OUR PEOPLES COMMUNES WILL SOON BE CONSOLIDATED, OUR INDUSTRY AND AGRICULTURE WILL CONTINUE TO MAKE GREAT LEAPS FORWARD IN 1959 AND OUR NEW VICTORIES IN 1959 WILL CONTINUE TO MAKE THE IMPERIALISTS AND REACTIONARIES ALL OVER THE WORLD TREMBLE."

FD1037AES

A103

(110)
TOKYO, THURSDAY, JAN 1 (AP)-CHINESE COMMUNIST LEADERS IN LHASA GAVE A NEW YEAR BANQUET FOR TIBETAN LEADERS TODAY IN AN APPARENT ATTEMPT TO WOO TIBET INTO ACCEPTING PEIPING RULE AND SETTING UP PEOPLE'S COMMUNES.

THERE HAVE BEEN REPORTS LEAKING OUT OF THE LAND ON TOP OF THE WORLD ABOUT REVOLTS AGAINST THE COMMUNISTS. RED CHINA ADMITTED A FEW WEEKS AGO THAT COMMUNES HAD NOT BEEN SET UP YET IN TIBET.

PEIPING RADIO SAID TODAY'S BANQUET WAS GIVEN BY COMMUNIST GEN. TAN KUAN-SAN, TIBET'S POLITICAL COMMISSAR.

TAN EXTENDED "HOPES THAT IN THE NEW YEAR EVERYONE WILL STRIVE TO STRENGTHEN NATIONAL SOLIDARITY TO A STILL GREATER EXTENT AND WORK TO COMPLETE THE VARIOUS TASKS IN THE TIBET REGION."
KM918PES

B99 Q

(150)
TOKYO, DEC. 31 (AP)-THE UNITED STATES AGREED TODAY TO A REDUCTION OF THREE BILLION YEN (\$8,333,333) IN JAPAN'S 1959 CONTRIBUTION TO THE UPKEEP OF AMERICAN FORCES HERE.

AN AMERICAN EMBASSY ANNOUNCEMENT SAID THE REDUCTION APPLIES ONLY TO --THE JAPANESE FISCAL YEAR BEGINNING NEXT APRIL 1.

JAPAN'S SHARE FOR JOINT DEFENSE IN THE NEXT FISCAL YEAR WILL BE 11.1 BILLION YEN, OR NEARLY 31 MILLION DOLLARS.

THE AGREEMENT WAS INITIALED AT THE FOREIGN MINISTRY BY U.S. AMBASSADOR DOUGLAS MACARTHUR II AND FOREIGN MINISTER AIICHIRO FUJIYAMA.

JAPAN'S OVER-ALL DEFENSE SPENDING FOR FISCAL 1959 IS STILL TO BE DECIDED. BUT IT IS EXPECTED TO INCREASE BY NEARLY 21 MILLION DOLLARS OVER THIS YEAR TO A TOTAL OF MORE THAN 426 MILLION. THE UNITED STATES AND JAPAN HAVE AN UNDERSTANDING THAT AS JAPAN'S DEFENSE SPENDING GOES UP, HER PAYMENTS FOR U.S. FORCES WILL GO DOWN.
J1226PES

A41

(260)
LONDON, DEC. 31 (AP)-ADM. EARL MOUNTBATTEN, 58-YEAR-OLD SERVICE CHIEF OF THE ROYAL NAVY AND ONE OF THE BRITISH NOBILITY'S BRIGHTEST FIGURES, WILL BECOME THE COUNTRY'S FIRST MILITARY MAN NEXT JULY.

THE GOVERNMENT ANNOUNCED TODAY THAT MOUNTBATTEN, FIRST SEA LORD SINCE APRIL 1955 AND THE UNCLE OF PRINCE PHILIP, WOULD BECOME CHAIRMAN OF THE CHIEFS OF STAFF COMMITTEE, THE BRITISH EQUIVALENT OF THE U.S. JOINT CHIEFS OF STAFF. THE CHIEFS OF GOVERNMENT'S PROFESSIONAL

JOINT CHIEFS OF STAFF. THE CHIEFS OF STAFF, ORGANIZED INTO A COMMITTEE IN 1955, ARE THE GOVERNMENT'S PROFESSIONAL MILITARY ADVISERS.

MOUNTBATTEN AS FIRST SEA LORD HAS BEEN THE NAVY'S REPRESENTATIVE ON THE COMMITTEE. HE WILL SUCCEED MARSHAL OF THE ROYAL AIR FORCE SIR WILLIAM DICKSON, WHO IS RETIRING.

ADM. SIR CHARLES LAMBE, NOW BRITISH AND NATO COMMANDER IN THE MEDITERRANEAN, TAKES OVER FROM MOUNTBATTEN AT THE ADMIRALTY.

MOUNTBATTEN BEFORE WORLD WAR II MIXED A PROFESSIONAL NAVY CAREER WITH A GLITTERING, HEADLINED LIFE IN INTERNATIONAL SOCIETY. IN THE WAR HE MADE A DISTINGUISHED RECORD AS A DESTROYER COMMANDER IN THE MEDITERRANEAN, A PIONEER IN COMMANDO OPERATIONS AND SUPREME ALLIED COMMANDER IN SOUTHEAST ASIA.

SWITCHED TO THE POLITICAL FIELD IN 1947-48, HE PERFORMED WITH EQUAL DISTINCTION AS THE LAST VICEROY OF THE DOMINION OF INDIA AND THE FIRST GOVERNOR GENERAL OF INDEPENDENT INDIA.

30.24. 5703

THEN HE RETURNED TO THE NAVY, PROGRESSING THROUGH A SERIES OF POSTS TO THE FIRST SEA LORDSHIP, THAT HAD LONG BEEN HIS GOAL, TO VINDICATE HIS FATHER, PRINCE LOUIS OF BATTENBERG, WHO WAS FORCED OUT OF THE POST AT THE BEGINNING OF WORLD WAR I BECAUSE OF HIS GERMAN FAMILY BACKGROUND.
GG/EF/RA416AES

B73 Q (220)

LONDON, DEC. 31 (AP)-WORLD BANK PRESIDENT EUGENE BLACK LEFT FOR CAIRO TODAY IN AN EFFORT TO PROMOTE A SETTLEMENT OF BRITISH-EGYPTIAN CLAIMS RESULTING FROM THE 1956 SUEZ INVASION.

"I JUST HOPE THAT IN MY MISSION I CAN BE HELPFUL TO EVERYBODY," SAID THE AMERICAN BANKER AS HE BOARDED THE PLANE CARRYING TWO BULBING BRIEF CASES.

HE WAS ASKED TO INTERCEDE BY BOTH THE BRITISH AND EGYPTIAN GOVERNMENTS. A SETTLEMENT WOULD PAVE THE WAY FOR RESUMPTION OF DIPLOMATIC AND TRADE RELATIONS BETWEEN BRITAIN AND EGYPT, BROKEN WHEN THE BRITISH AND FRENCH INVADED THE SUEZ CANAL ZONE.

BLACK SAID HE HAD SPECIFIC PROPOSALS TO MAKE IN CAIRO AND WAS "OPTIMISTIC ABOUT THEIR SUCCESS." HE ADDED HE WAS OPTIMISTIC BY NATURE.

THE PRINCIPAL ISSUES ARE BRITAIN'S DEMAND FOR COMPENSATION FOR BRITISH HOLDINGS SEIZED BY EGYPT AFTER THE INVASION AND EGYPTIAN DEMANDS THAT BRITAIN RELEASED BLOCKED STERLING ACCOUNTS IN THIS COUNTRY.

BLACK IS EXPECTED TO SUGGEST A BASIS ON WHICH BRITAIN MIGHT BE ALLOWED TO RESUME CONTROL OF CERTAIN OF THE SEIZED INTERESTS. HE ALSO IS THOUGHT TO BE CARRYING A NEW BRITISH PROPOSAL ON THE QUESTION OF RELEASING THE EGYPTIAN STERLING ACCOUNTS.

EGYPT IS BELIEVED TO HAVE SOME 100 MILLION POUNDS (280 MILLION DOLLARS) TIED UP IN THE BLOCKED ACCOUNTS. THE VALUE OF THE SEIZED BRITISH HOLDINGS IS ESTIMATED UNOFFICIALLY AT AROUND 125 MILLION POUNDS (350 MILLION DOLLARS).
WD936AES

B22 Q

-17-

(260)
TALLAHASSEE, FLA., DEC. 31 (AP)-GOV. LEROY COLLINS OF FLORIDA SAID TODAY PLANS ARE IN THE "EXPLORATORY STAGE" FOR A GROUP OF NINE GOVERNORS TO VISIT RUSSIA NEXT SUMMER.

COLLINS IS CHAIRMAN OF THE NATIONAL GOVERNORS CONFERENCE.

THE WHOLE PROJECT IS SURROUNDED BY QUESTION MARKS NOW, BUT IF EVERYTHING WORKS OUT, HE SAID, THE GOVERNORS PROBABLY WILL GO.

"IF THE TRIP WOULD LIKELY RESULT IN GOOD FOR THE NATION; IF THERE IS A REQUEST THAT WE GO FROM AN APPROVED SPONSORING AGENCY WHICH IS WILLING TO PAY THE COST FROM NON-TAX SOURCES; IF THE TRIP IS APPROVED BY OUR OWN STATE DEPARTMENT, AND IF THE RUSSIANS WILL WELCOME US, THEN I THINK THE GOVERNORS WOULD GO," HE SAID IN A FORMAL STATEMENT.

"IT IS PREMATURE TO SAY THAT ALL OF THESE 'IFS' HAVE BEEN SETTLED AT THIS TIME, BECAUSE I FRANKLY DO NOT BELIEVE THAT THEY HAVE," HE ADDED.

COLLINS SAID THE RUSSIANS HAVE EXTENDED NO INVITATION AND PROBABLY DON'T EVEN KNOW ABOUT THE PROJECT.

HE SAID THE IDEA OF THE TRIP BY THE EXECUTIVE COMMITTEE OF THE NATIONAL GOVERNORS CONFERENCE WAS FIRST ADVANCED AT A CHICAGO MEETING BY DR. JOHN E. IVEY JR., EXECUTIVE VICE PRESIDENT OF NEW YORK UNIVERSITY.

COLLINS HIMSELF HAS URGED THAT THE INDIVIDUAL STATES TAKE A GREATER INTEREST IN INTERNATIONAL AFFAIRS.

HE SAID THE QUESTIONS SURROUNDING THE PROJECT SHOULD BE CLEARED UP BEFORE THE EXECUTIVE COMMITTEE HOLDS ITS NEXT MEETING FEB. 23 IN BILOXI, MISS.

MEMBERS OF THE COMMITTEE ARE:
COLLINS, CHAIRMAN; GEORGE CLYDE (R) OF UTAH; JAMES COLEMAN (D) OF MISSISSIPPI; STEVE L. R. MCNICHOLS (D) OF COLORADO; ROBERT B. MEYNER (D) OF NEW JERSEY; WILLIAM QUINN (R) OF HAWAII; WILLIAM G. STRATTON (R) OF ILLINOIS; CECIL UNDERWOOD (R) OF WEST VIRGINIA AND VICTOR ANDERSON (R) OF NEBRASKA.
SS413PES

A62CH

NIGHT LEAD COURT-MARTIAL (360)

BY AL LANIER

PARRIS ISLAND, S.C., DEC. 31 (AP)-STAFF SGT. RALPH GRANT, 26, OF RACINE, WIS., WAS FOUND INNOCENT TODAY OF SOLICITING AND ACCEPTING MONEY FROM AN OHIO RECRUIT PLATOON. HE WAS ALSO CLEARED OF CHARGES THAT HE STRUCK TWO RECRUITS.

THE VERDICT WAS RETURNED AFTER AN HOUR AND 10 MINUTES OF DELIBERATION BY A GENERAL COURT MARTIAL BOARD COMPOSED OF SEVEN MARINE OFFICERS.

GRANT COULD HAVE BEEN SENTENCED TO A MAXIMUM OF 9 1/2 YEARS IN PRISON IF CONVICTED OF ALL FOUR COUNTS AGAINST HIM.

THE VERDICT ASSURED THE BURLY VETERAN OF KOREAN COMBAT OF A HAPPY NEW YEAR'S EVE. IT WAS BOISTEROUSLY ACCLAIMED BY OTHER DRILL INSTRUCTORS AT THIS MARINE TRAINING BASE.

GRANT, FATHER OF THREE SMALL SONS, STOOD STIFFLY AT ATTENTION AS LT. COL. RICHARD S. JOHNSON, THE COURT PRESIDENT, ANNOUNCED THE RESULTS.

"I THINK THE MARINE CORPS HAS BEEN JUSTIFIED," SGT. GRANT AID.

"I DON'T SEE HOW THE VERDICT COULD HAVE BEEN ANYTHING ELSE."

THE CHARGES STEMMED FROM COMPLAINTS OF PARENTS OF RECRUITS IN THE ALL-OHIO "STEEL VALLEY" PLATOON.

THE CLOSING ARGUMENTS ON THE FINAL DAY OF THE MILITARY TRIAL WERE HIGHLIGHTED BY A DEFENSE CLAIM THAT THE CHARGES AGAINST GRANT WERE THE RESULT OF "INSIDIOUS INFLUENCES" AT WORK.

THE PROSECUTION, ON THE OTHER HAND, CONTENDED THAT THROUGHOUT THE TRIAL THE DEFENSE HAD ATTEMPTED TO "SMEAR" SOME OF THE RECRUITS AS WELL AS THEIR PARENTS BACK IN OHIO.

TWO OTHER DRILL INSTRUCTORS WHO HANDLED THE BUCKEYE BOYS DURING THEIR 12-WEEK BASIC TRAINING STAY HERE LAST SUMMER WILL RECEIVE GENERAL COURTS-MARTIAL LATER.

SGT. WILLARD POSS OF AUGUSTA, GA., IS ACCUSED, AS WAS GRANT, OF ACCEPTING A PAY-OFF FROM RECRUITS AND WITH ASSAULTING ONE OF THEM.

SGT. RONALD J. HELLER OF MILWAUKEE, WIS., IS CHARGED ONLY WITH ASSAULT.

TESTIMONY SHOWED THAT THE INITIAL INVESTIGATION INTO THE ACTION OF THE THREE SERGEANTS WAS THE RESULT OF COMPLAINTS MADE IN OHIO AND FORWARDED HERE FROM THE MARINE CORPS RECRUITING OFFICE AT CLEVELAND, OHIO.

THE DEFENSE CLAIMED THE CHARGES WERE SPURRED ON BY PARENTS OF A FEW RECRUITS.

DEFENSE ATTORNEY CARL SANDERS OF AUGUSTA, GA., A MEMBER OF THE GEORGIA SENATE, SAID IT IS "REASONABLE AND LOGICAL" FOR THE COURT TO BELIEVE "THAT WE HAVE CERTAIN INSIDIOUS INFLUENCES IN OUR COUNTRY THAT ARE AT WORK."

"WHAT WAY WOULD BE BETTER THAN AN ATTEMPT TO SOW SEEDS OF DISCORD IN THE U.S. MARINE CORPS AND ATTEMPT TO DISCREDIT THAT FINE MILITARY ORGANIZATION?" SANDERS ASKED.

HE CHARGED THAT OF SOME 42 RECRUITS WHO TESTIFIED PERSONALLY OR WHO PRESENTED SWORN STATEMENTS, ONLY THREE GAVE EVIDENCE WHICH DEFINITELY CHARGED GRANT WITH THE ALLEGED OFFENSES.

AN OFFICIAL MARINE CORPS SOURCE SAID SIX OHIO FAMILIES HAD MADE THE ORIGINAL COMPLAINT.

SF625PES NM

B4WX (Q)

(260)

WASHINGTON, DEC. 31 (AP)-THE NAVY JUDGE ADVOCATE'S OFFICE HAS CONFIRMED A COURT-MARTIAL SENTENCE OF MARINE PVT. PETER GREEN, WHO HAD SHARP WORDS ABOUT THE CORPS WHEN IT REFUSED TO RELEASE HIM AS CONSCIENTIOUS OBJECTOR.

A NAVY SPOKESMAN REPORTING THIS TODAY, SAID GREEN WAS RELEASED FROM CONFINEMENT TODAY AND ALLOWED 30 DAYS TO ACCEPT THE SENTENCE OR TO CARRY HIS CASE TO THE MILITARY COURT OF APPEALS.

GREEN, 19, EVANSTON, ILL., RAN INTO A SERIES OF CHARGES AFTER HE ISSUED STATEMENTS TO THE PRESS WHEN THE MARINE CORPS REFUSED TO RELEASE HIM FROM SERVICE.

A COURT-MARTIAL AT CAMP PENDLETON, CALIF., LAST MAY, FOUND HIM GUILTY OF BRINGING DISCREDIT ON THE CORPS, OF BEING DISRESPECTFUL TO AN OFFICER AND OF WRONGFUL POSSESSION OF AN IDENTIFICATION CARD.

HE WAS SENTENCED TO TWO YEARS IMPRISONMENT, FORFEITURE OF ALL PAY ALLOWANCES AND A BAD CONDUCT DISCHARGE UPON COMPLETION OF HIS SENTENCE.

THE MARINE COMMANDER OF PENDLETON REDUCED THE SENTENCE TO ONE YEAR. A WEST COAST NAVY BOARD OF REVIEW DROPPED THE CHARGE OF BEING DISRESPECTFUL TO AN OFFICER, UPHELD A CHARGE OF BRINGING DISCREDIT ON THE CORPS, AND RECOMMENDED REDUCTION OF SENTENCE TO SIX MONTHS. GREEN HAD BEEN HELD FOR ABOUT SIX MONTHS FROM THE DATE OF HIS CONVICTION LAST MAY.

THE NAVY DEPARTMENT NOW HAS CONFIRMED THE SIX MONTH SENTENCE, AND THE RECOMMENDATION FOR A BAD CONDUCT DISCHARGE.

SOON AFTER JOINING THE CORPS IN SEPTEMBER 1956 GREEN DECIDED HE DID NOT WANT COMBAT SERVICE. WHEN HIS ATTEMPTS TO BE RELEASED FAILED, GREEN ISSUED TWO STATEMENTS TO THE PRESS. HE SAID THE MARINE CORPS WAS LIVING IN THE SIXTEENTH CENTURY AND HE DID NOT WANT TO LIVE THERE WITH IT. HE ALSO WROTE A SHARP REPRIMAND OF LT. COL. E. C. BORO AT CAMP PENDLETON.

WE223PES

B71 Q

BANGKOK, THAILAND, DEC. 31 (AP)-SEATO SECRETARY GENERAL POTE SARASIN LEFT TODAY ON A ONE-MONTH TOUR OF FIVE MEMBER NATIONS INCLUDING THE UNITED STATES.

SARASIN ALSO WILL VISIT PAKISTAN, BRITAIN, FRANCE, AND THE PHILIPPINES. OTHER MEMBERS OF THE SOUTHEAST ASIA TREATY ORGANIZATION ARE THAILAND, AUSTRALIA AND NEW ZEALAND.

HE PLANNED TO STOP ALSO IN TURKEY TO DISCUSS SEATO LIAISON WITH THE BAGHDAD PACT AND WHILE IN PARIS TO DISCUSS SEATO CONTACTS WITH THE NORTH ATLANTIC TREATY ORGANIZATION.

WD930AFS

B15 (210)

NEW YORK, DEC. 31 (AP)-THE U.S. COURT OF APPEALS UNANIMOUSLY UPHELD TODAY THE 1956 CONVICTION OF JOHN FRANCIS NOTO, FORMER UPSTATE COMMUNIST PARTY CHAIRMAN, FOR VIOLATION OF THE MEMBERSHIP PROVISIONS OF THE SMITH ACT.

THE NOTO CASE HAS BEEN REGARDED AS THE FIRST ONE IN THIS CIRCUIT IN WHICH THE MEMBERSHIP CLAUSE OF THE SMITH ACT WAS TESTED.

NOTO WAS CONVICTED IN BUFFALO ON A CHARGE OF BEING A MEMBER OF A PARTY THAT TAUGHT AND ADVOCATED THE FORCIBLE OVERTHROW OF THE U.S. GOVERNMENT.

THE UNANIMOUS OPINION, WRITTEN BY JUDGE SYLVESTER J. RYAN, NOTED THAT TRIAL EVIDENCE SHOWED NOTO WAS ACTIVE IN THE PARTY'S UNDERGROUND APPARATUS.

"AS WE HAVE SAID," JUDGE RYAN WROTE, "WE NEED NOWHERE SPECULATE AND ATTEMPT TO RESOLVE SUTLE DISTINCTIONS IN THE CASE OF ONE WHO MAY HAVE INNOCENTLY JOINED THE PARTY FOR SOME UTOPIAN IDEA BECAUSE THIS DEFENDENT WAS SHOWN TO BE A LEADER STEEPED IN PARTY DISCIPLINE AND DEDICATED TO ITS OBJECTIVES."

"CLEARLY THIS IS NOT A PROSECUTION OF MEMBERSHIP PER SE BUT OF MEMBERSHIP WITH KNOWLEDGE AND CRIMINAL INTENT," HE ADDED.

THE MEMBERSHIP CLAUSE OF THE SMITH ACT IS AIMED AT A PERSON WHO BELONGS TO A GROUP WHICH ADVOCATES THE FORCIBLE OVERTHROW OF THE GOVERNMENT, KNOWING ITS PURPOSES.

JUDGE RYAN'S OPINION WAS CONCURRED IN BY JUDGES CARROLL C. HINCKS AND STERRY WATERMAN.

JUDGE RYAN SAID THE TRIAL SHOWED NOTO WAS PUT IN CHARGE OF THE UNDERGROUND WORK OF THE PARTY IN THE WHOLE OF NEW YORK STATE NORTH OF POUGHKEEPSIE AND HE WAS SAID TO HAVE EXPRESSED A WILLINGNESS TO "LAY DOWN HIS LIFE" FOR THE PARTY, IF NECESSARY.

QR/SM329PES

A138

JERUSALEM, DEC 31 (AP)-U.N. SECRETARY GENERAL DAG HAMMARSKJOLD ARRIVED TODAY FOR HIS NINTH VISIT TO ISRAEL.

HAMMARSKJOLD FLEW FROM SOMALIA, A U.N. TRUSTEESHIP TERRITORY ON THE EAST AFRICAN BULGE FOR WHICH ITALY IS TRUSTEE. PREVIOUSLY HE HAD SPENT CHRISTMAS WITH THE U.N. EMERGENCY FORCE IN THE GAZA STRIP AND THEN ATTENDED THE INAUGURAL MEETING OF THE U.N. ECONOMIC COMMISSION FOR AFRICA IN ADDIS ABABA, THE ETHIOPIAN CAPITAL.

HAMMARSKJOLD WILL CONFER WITH ISRAELI OFFICIALS ON THE RECENT BORDER CLASHES BETWEEN ISRAEL AND THE SYRIAN PROVINCE OF THE UNITED ARAB REPUBLIC. ON SATURDAY HE GOES TO JORDAN, AND THEN TO SAUDI ARABIA, CAIRO AND LIBYA.

KM1152AES

E40

HONG KONG, DEC. 31 (AP)-AMERICAN TURNCOAT RICHARD CORDEN LEAVES THURSDAY NIGHT FOR HOME ABOARD THE PRESIDENT CLEVELAND.

"BUT I DON'T KNOW WHERE HOME IS OR WHETHER THEY WANT ME ANY MORE," HE TOLD A REPORTER.

CORDEN, 31, SAID HE HAS NOT HEARD FROM HIS SISTER, MRS. DON BAIN OF EAST PROVIDENCE, R.I., SINCE LAST FEBRUARY. HE IS AN ORPHAN AND SHE IS HIS CLOSEST REMAINING RELATIVE.

30.24- 5705

"I'VE WRITTEN HER EIGHT TIMES SINCE THEN AND TRIED TO CONTACT HER SINCE I GOT OUT OF CHINA, BUT I HAVE NOT HAD A WORD," HE SAID.

CORDEN CAME OUT OF CHINA DEC. 19, NEARLY FIVE YEARS AFTER HE LED A GROUP OF 21 AMERICANS CAPTURED IN KOREA INTO VOLUNTARY EXILE BEHIND THE BAMBOO CURTAIN.

HE TOLD REPORTERS THEN HE WAS "TERRIBLY LONELY" IN RED CHINA AND EXPECTED TO BE LONELIER STILL DURING HIS FIRST FEW MONTHS BACK HOME. BUT HE HAD HIGH PRAISE FOR THE COMMUNIST REGIME AND ITS ACHIEVEMENTS AND SAID HE THOUGHT THE UNITED STATES SHOULD GO COMMUNIST.

THE PRESIDENT CLEVELAND IS DUE AT SAN FRANCISCO JAN. 19. FROM THERE CORDEN PLANS TO HEAD BY TRAIN FOR PROVIDENCE AND HIS SISTER'S LAST ADDRESS.

NV1005AES

END DEC 31, 1958